

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

A

W-01004B  
Ash Fork Development Association, Inc.  
Ash Fork Water Service  
PO Box 293  
Ash Fork, AZ 86320

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2007
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RECEIVED

APR 18 2008

BY CORP COMM  
Director Utilities

FOR COMMISSION USE

ANN 04	07
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PROCESSED BY:

4-21-08

SCANNED

## COMPANY INFORMATION

<b>Company Name (Business Name)</b> <u>Ash Fork Development Association, Inc.</u>		
<b>Mailing Address</b> <u>P.O. Box 436</u> <u>518</u> <u>Lewis Avenue</u>		
<u>Ash Fork, Arizona</u> <u>86320</u>		
<u>(City)</u>	<u>(State)</u>	<u>(Zip)</u>
<u>928-637-2774</u>	<u>928-637-0394</u>	<u>928-606-3450</u>
<u>Telephone No. (Include Area Code)</u>	<u>Fax No. (Include Area Code)</u>	<u>Pager/Cell No. (Include Area Code)</u>
<b>Email Address</b> <u>lewishume</u>		
<b>Local Office Mailing Address</b> _____		
<u>(Street)</u>		
<u>(City)</u>	<u>(State)</u>	<u>(Zip)</u>
<u>Same AS Above</u>		
<u>Local Office Telephone No. (Include Area Code)</u>	<u>Fax No. (Include Area Code)</u>	<u>Pager/Cell No. (Include Area Code)</u>
<b>Email Address</b> _____		

## MANAGEMENT INFORMATION

<b>Management Contact:</b> <u>Lewis Hume</u>			
<u>(Name)</u>		<u>(Title)</u>	
<u>Lewis Avenue</u>			
<u>(Street)</u>	<u>(City)</u>	<u>(State)</u>	<u>(Zip)</u>
<u>Same as Above</u>			
<u>Telephone No. (Include Area Code)</u>	<u>Fax No. (Include Area Code)</u>	<u>Pager/Cell No. (Include Area Code)</u>	
<b>Email Address</b> <u>lewishume@AOL.com</u>			
<b>On Site Manager:</b> <u>Same AS Above</u>			
<u>(Name)</u>			
<u>(Street)</u>	<u>(City)</u>	<u>(State)</u>	<u>(Zip)</u>
<u>Telephone No. (Include Area Code)</u>	<u>Fax No. (Include Area Code)</u>	<u>Pager/Cell No. (Include Area Code)</u>	
<b>Email Address</b> _____			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

<b>Statutory Agent:</b> <u>Clint A. Brown</u> @ <u>Brown Law firm</u>			
(Name)			
<u>141 S. McCormick</u>	<u>#211</u>	<u>Prescott</u>	<u>AZ</u>
(Street)		(City)	(State)
<u>86320</u>			
(Zip)			
<u>928-445-6827</u>		<u></u>	<u></u>
Telephone No. (Include Area Code)		Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
<b>Attorney:</b> <u>Same as above</u>			
(Name)			
<u></u>	<u></u>	<u></u>	<u></u>
(Street)	(City)	(State)	(Zip)
<u></u>		<u></u>	<u></u>
Telephone No. (Include Area Code)		Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

- |  |   |
|--|---|
| <input type="checkbox"/> Sole Proprietor (S)   | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P)   | <input type="checkbox"/> Subchapter S Corporation (Z)                     |
| <input type="checkbox"/> Bankruptcy (B)  | <input type="checkbox"/> Association/Co-op (A)                            |
| <input type="checkbox"/> Receivership (R)  | <input type="checkbox"/> Limited Liability Company                        |
| <input checked="" type="checkbox"/> Other (Describe) <u>Corporation - Non-Profit</u> |   |

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- |                                     |   |                                   |
|-------------------------------------|---|-----------------------------------|
| <input type="checkbox"/> APACHE     | <input type="checkbox"/> COCHISE            | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA       | <input type="checkbox"/> GRAHAM             | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ     | <input type="checkbox"/> MARICOPA           | <input type="checkbox"/> MOHAVE   |
| <input type="checkbox"/> NAVAJO     | <input type="checkbox"/> PIMA               | <input type="checkbox"/> PINAL    |
| <input type="checkbox"/> SANTA CRUZ | <input checked="" type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA     |
| <input type="checkbox"/> STATEWIDE  |   |                                   |

**COMPANY NAME**

Ash Fork Development Association, Inc.

**UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	1,929,443		1,929,443
304	Structures and Improvements	54,477	43,677	10,800
307	Wells and Springs	1,392,310	220,725	1,171,585
311	Pumping Equipment	48,138	48,138	0
320	Water Treatment Equipment	47,218	47,218	0
330	Distribution Reservoirs and Standpipes	107,780	60,451	47,329
331	Transmission and Distribution Mains	422,674	310,150	112,524
333	Services			
334	Meters and Meter Installations	15,411	11,109	4,302
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	61,401	27,837	33,564
340	Office Furniture and Equipment	26,023	15,273	10,750
341	Transportation Equipment	42,765	34,544	8,221
343	Tools, Shop and Garage Equipment	23,555	20,475	3,080
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	18,997	17,720	1,277
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>4,190,192</b>	<b>857,317</b>	<b>3,332,875</b>

This amount goes on the Balance Sheet Acct. No. 108

**COMPANY NAME**

Ash Fork Development Association, Inc.

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	1,929,443		0
304	Structures and Improvements	54,477	20.11	10,956
307	Wells and Springs	1,392,310	1.32	18,331
311	Pumping Equipment	48,138	0	0
320	Water Treatment Equipment	47,218	0	0
330	Distribution Reservoirs and Standpipes	107,780	3.09	3,328
331	Transmission and Distribution Mains	422,674	3.72	15,761
333	Services			
334	Meters and Meter Installations	15,411	.12	183
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	61,401	3.49	2,148
340	Office Furniture and Equipment	26,023	1.38	360
341	Transportation Equipment	42,765	3.75	1,602
343	Tools, Shop and Garage Equipment	23,555	1.38	324
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	18,997	2.97	564
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>4,190,192</b>		<b>53,557</b>

This amount goes on the Comparative Statement of Income and Expense  
Acct. No. 403.

### **BALANCE SHEET**

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$	\$
134	Working Funds	7,313	29,626
135	Temporary Cash Investments	117,598	100,699
141	Customer Accounts Receivable	6,096	4,190
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments	4,971	3,896
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 135,978	\$ 138,411
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 2,254,482	\$ 2,262,027
103	Property Held for Future Use	1,885,400	1,885,400
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	770,836	822,791
121	Non-Utility Property	35,765	42,765
122	Accumulated Depreciation – Non Utility	32,942	34,544
	<b>TOTAL FIXED ASSETS</b>	\$ 3,371,869	\$ 3,332,857
	<b>TOTAL ASSETS</b>	\$ 3,507,847	\$ 3,471,268

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITES</b>		
231	Accounts Payable	\$ 3,436	\$ 4,419
232	Notes Payable (Current Portion)	8,035	17,836
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	25,948	16,558
236	Accrued Taxes	3,127	3,607
237	Accrued Interest	3,436	405
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 43,982	\$ 42,905
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ 472,715	\$ 445,077
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$	\$
	<b>TOTAL LIABILITIES</b>	\$ 516,697	\$ 487,902
	<b>CAPITAL ACCOUNTS</b>		
201	General Fund	\$ 848,754	\$ 848,754
211	Contributed Grant Fund	323,312	323,312
215	Contributed Grant Fund Property	1,855,000	1,855,000
218	Excess (Decrease) of Revenue Over Expense	( 35,916)	( 43,700)
	<b>TOTAL FUND BALANCE</b>	\$ 2,991,150	\$ 2,983,366
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 3,507,847	\$ 3,471,268

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

<b>Acct. No.</b>	<b>OPERATING REVENUES</b>	<b>PRIOR YEAR</b>	<b>CURRENT YEAR</b>
461	Metered Water Revenue	\$ 256,076	\$ 275,964
460	Unmetered Water Revenue	17,798	15,344
474	Other Water Revenues	3,838	3,258
	<b>TOTAL REVENUES</b>	<b>\$ 277,712</b>	<b>\$ 294,566</b>
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$ 83,734	\$ 87,758
610	Purchased Water		
615	Purchased Power	32,898	34,782
618	Chemicals		
620	Repairs and Maintenance	23,552	77,070
621	Office Supplies and Expense	1,343	962
630	Outside Services	2,500	2,920
635	Water Testing	2,625	2,690
641	Rents	1,320	4,840
650	Transportation Expenses	5,250	4,043
657	Insurance – General Liability	14,911	16,910
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	12,063	3,425
403	Depreciation Expense	52,078	53,557
408	Taxes Other Than Income	7,563	7,012
408.11	Property Taxes	19,704	18,593
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 259,541</b>	<b>\$ 314,562</b>
	<b>OPERATING INCOME/(LOSS)</b>	<b>\$ 18,171</b>	<b>\$ ( 19,996)</b>
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$ 4,403	\$ 5,608
421	Non-Utility Income	220	7,087
426	Miscellaneous Non-Utility Expenses		5,754
427	Interest Expense	20,245	23,289
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	<b>\$ ( 15,622)</b>	<b>\$ ( 16,348)</b>
	<b>NET INCOME/(LOSS)</b>	<b>\$ 2,549</b>	<b>\$ ( 36,344)</b>



**COMPANY NAME** ASH FORK DEVELOPMENT ASSOCIATION, INC

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	1/76	8/02		
Source of Loan	Capmark	U.S.D.A.		
ACC Decision No.	43321	65852		
Reason for Loan	Purchase / Upgrade system	Expansion Upgrade		
Dollar Amount Issued	\$ 268,000	\$ 433,000	\$	\$
Amount Outstanding	\$ 44,725	\$ 418,188	\$	\$
Date of Maturity	2014	2042		
Interest Rate	5.0 %	4.75 %	%	%
Current Year Interest	\$ 3,141	\$ 20,148	\$	\$
Current Year Principle	\$ 13,138	\$ 4,699	\$	\$

Meter Deposit Balance at Test Year End \$ \_\_\_\_\_

Meter Deposits Refunded During the Test Year \$ \_\_\_\_\_

COMPANY NAME	Ash Fork Development Assoc. Inc.		
Name of System:	Ash Fork Water Service	ADEQ Public Water System Number:	13-008

## WATER COMPANY PLANT DESCRIPTION

### WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-604-624	75	155	1700'	12"	4"	1975
55-590-950	60	130	1302'	12" - 9.5"	6"	2002
55-590-951	N/A	N/A	20'	20"	N/A	2001

\* Arizona Department of Water Resources Identification Number

### OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
N/A		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
		3	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
500,000 gal.	2		

**Note: If you are filing for more than one system, please provide separate sheets for each system.**

COMPANY NAME	Ash Fork Development Assoc. Inc.	
Name of System:	Ash Fork Water Service	ADEQ Public Water System Number: 13-008

### WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS		
Size (in inches)	Material	Length (in feet)
2	Steel / PVC	8281 - 1790
3		
4	PVC	11,296
5		
6	PVC	15,000
8	PVC	719
10		
12		

CUSTOMER METERS	
Size (in inches)	Quantity
5/8 X 3/4	213
3/4	
1	12
1 1/2	
2	16
Comp. 3	
Turbo 3	2
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

Chlorination (2)

STRUCTURES:

Office Building, 2-well Houses, 2-mini mobil  
Storage Containers, small shed at Tank site,  
2-water Dispensing Buildings (valves & meters)

OTHER:

2000 - 1/2 Ton GMC P.U. Truck  
2000 - 1/2 Ton Dodge P.U. Truck  
1996 - 1-Ton Dodge Dump Bed Truck

Jumper Compactor, 2-Trash pumps, Hand Tools, Riding Mower, Paint  
sprayer,

**Note: If you are filing for more than one system, please provide separate sheets  
for each system.**

COMPANY NAME: <u>Ash Fork Development Assoc. Inc.</u>
Name of System: <u>Ash Fork Water Service</u> ADEQ Public Water System Number: <u>13-008</u>

### WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	412	2,914	3,680	
FEBRUARY	406	2,821	3,045	
MARCH	417	3,202	3,226	
APRIL	418	3,310	3,767	
MAY	425	4,446	5,416	
JUNE	434	4,516	5,195	
JULY	444	4,646	4,746	
AUGUST	432	3,326	3,421	
SEPTEMBER	436	3,461	3,662	
OCTOBER	434	3,064	3,484	
NOVEMBER	433	2,841	2,941	
DECEMBER	417	2,503	2,754	
TOTALS →		41,050	45,337	N/A

What is the level of arsenic for each well on your system? 0.0049 mg/l AF - #1  
 (If more than one well, please list each separately.) 0.010 mg/l AF - #2

If system has fire hydrants, what is the fire flow requirement? N/A GPM for \_\_\_ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?  
☒ Yes      ☐ No

Is the Water Utility located in an ADWR Active Management Area (AMA)?  
☐ Yes      ☒ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?  
☐ Yes      ☒ No

If yes, provide the GPCPD amount: \_\_\_\_\_

**Note: If you are filing for more than one system, please provide separate data sheets for each system.**

COMPANY NAME ASH FORK DEVELOPMENT ASSOCIATION, INC YEAR ENDING 12/31/2007

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2007 was: \$ 18,593

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

**VERIFICATION  
AND  
SWORN STATEMENT  
Taxes**

RECEIVED  
APR 1 10 2008  
AV CORP COMM  
Director Utilities

**VERIFICATION**

STATE OF AZ  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME)	<u>YAVAPAI</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>LEWIS Hume - Manager</u>
COMPANY NAME	<u>Ash Fork Water Service</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

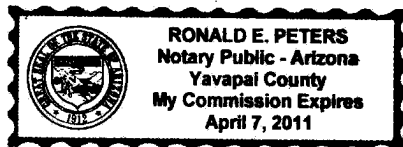
MONTH	DAY	YEAR
12	31	2007

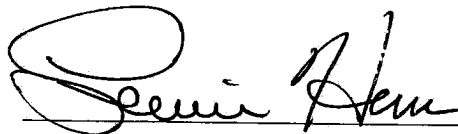
HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



  
\_\_\_\_\_  
SIGNATURE OF OWNER OR OFFICIAL  
928-637-2774  
\_\_\_\_\_  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

15th

DAY OF

April

(SEAL)

2008

COUNTY NAME	<u>Yavapai</u>
MONTH	<u>April</u> <u>2008</u>

  
\_\_\_\_\_  
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES

April 7th 2011

**COMPANY NAME** \_\_\_\_\_ **YEAR ENDING 12/31/2007**

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported \_\_\_\_\_  
Estimated or Actual Federal Tax Liability \_\_\_\_\_

State Taxable Income Reported \_\_\_\_\_  
Estimated or Actual State Tax Liability \_\_\_\_\_

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances \_\_\_\_\_  
Amount of Gross-Up Tax Collected \_\_\_\_\_  
Total Grossed-Up Contributions/Advances \_\_\_\_\_

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

\_\_\_\_\_  
**SIGNATURE**

\_\_\_\_\_  
**DATE**

\_\_\_\_\_  
**PRINTED NAME**

\_\_\_\_\_  
**TITLE**

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

RECEIVED

APR 13 2008

AZ CORP COMM  
Director Utilities

**VERIFICATION**

STATE OF AZ  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME)
<u>YAVAPAI</u>
NAME (OWNER OR OFFICIAL) TITLE
<u>LEWIS HUME - MANAGER</u>
COMPANY NAME
<u>Ash Fork Water Service</u>

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2007 WAS:

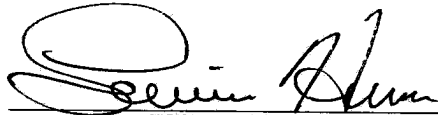
Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 311,155.-

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 16,589.-

IN SALES TAXES BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST  
INCLUDE SALES TAXES BILLED OR  
COLLECTED. IF FOR ANY OTHER REASON,  
THE REVENUE REPORTED ABOVE DOES NOT  
AGREE WITH TOTAL OPERATING REVENUES  
ELSEWHERE REPORTED, ATTACH THOSE  
STATEMENTS THAT RECONCILE THE  
DIFFERENCE. (EXPLAIN IN DETAIL)**

  
SIGNATURE OF OWNER OR OFFICIAL  
928-637-2774  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

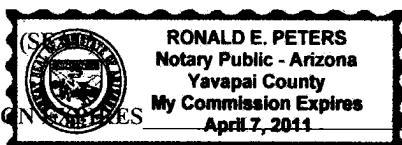
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 15th DAY OF

COUNTY NAME
<u>Yavapai</u>
MONTH
<u>April</u> 20 <u>08</u>

  
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES





**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
Intrastate Revenues Only**

RECEIVED

APR 18 2008

K. CURR COMM  
Director Utilities

**VERIFICATION**

**STATE OF ARIZONA**

**I, THE UNDERSIGNED**

**OF THE**

COUNTY OF (COUNTY NAME) <u>YAVAPAI</u>	
NAME (OWNER OR OFFICIAL) <u>LEWIS Hume</u>	TITLE <u>MANAGER</u>
COMPANY NAME <u>Ash Fork Water Service</u>	

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION**

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2007</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2007 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 131,161.-

THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 7,942.-

IN SALES TAXES BILLED, OR COLLECTED)

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

[Signature]  
SIGNATURE OF OWNER OR OFFICIAL

928.637.2774  
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

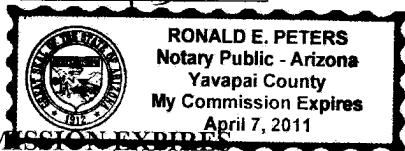
**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS**

15th

**DAY OF**

**(SEAL)**



**MY COMMISSION EXPIRES**

NOTARY PUBLIC NAME <u>[Signature]</u>	
COUNTY NAME <u>YAVAPAI</u>	
MONTH <u>April</u>	YEAR <u>2008</u>

X

[Signature]

SIGNATURE OF NOTARY PUBLIC

# ASH FORK WATER SERVICE

P.O. BOX 436 PH. 637-2774  
ASH FORK, ARIZONA 86320

EXPLANATION	AMOUNT
902-13-170	
902-13-100	

91-504/1221

8688

PAY *Nine thousand two hundred thirty-one and 03/100*

DATE	TO THE ORDER OF	CHECK NO.	NET AMOUNT
4-20-07	Ross D. Jacobs	8688	9231.03

THE STOCKMEN'S BANK  
WILLIAMS BRANCH WILLIAMS, ARIZONA 86046

*[Signature]*  
CHECK VOID AFTER 180 DAYS

008688 122105045 6010000039

## 6 SECOND HALF PAYMENT COUPON

March 1, 2007  
ORK DEVELOPMENT ASSN INC

13-100 3 0150836

Frequency Date Second Half Payment  
ity for late payment is 16% per year  
ted monthly as of the 1st day of the  
for payments postmarked after 5:00  
May 1, 2007 (ARS 42-18052 and ARS  
1053).

DETACH AND RETURN WITH PAYMENT

2

Make check payable to:  
Ross D. Jacobs  
Yavapai County Treasurer  
1015 Fair Street  
Prescott AZ 86305-1807

TO PAY 2ND HALF PAY 333.68

If your mortgage company makes your property  
tax payments consider this notice as a courtesy  
copy for your records only.



\*9021310003\*



Ross D. Jacobs  
Yavapai County Treasurer  
1015 Fair Street  
Prescott AZ 86305-1807

2006 9021310003 2 00000006673600000033368

## 6 SECOND HALF PAYMENT COUPON

March 1, 2007  
ORK DEVELOPMENT ASSN INC

13-170 6 0150837

Frequency Date Second Half Payment  
ity for late payment is 16% per year  
ted monthly as of the 1st day of the  
for payments postmarked after 5:00  
May 1, 2007 (ARS 42-18052 and ARS  
3053).

DETACH AND RETURN WITH PAYMENT

2

Make check payable to:  
Ross D. Jacobs  
Yavapai County Treasurer  
1015 Fair Street  
Prescott AZ 86305-1807

Payment in U.S. FUNDS ONLY

TO PAY 2ND HALF PAY 8,897.35

If your mortgage company makes your property  
tax payments consider this notice as a courtesy  
copy for your records only.



\*9021317006\*



Ross D. Jacobs  
Yavapai County Treasurer  
1015 Fair Street  
Prescott AZ 86305-1807

2006 9021317006 2 00000177947000000889735

# 2007 FIRST HALF PAYMENT COUPON

DETACH AND RETURN WITH PAYMENT

Make check payable to:  
 Ross D. Jacobs  
 Yavapai County Treasurer  
 1015 Fair Street  
 Prescott AZ 86305-1807

Payment in U.S. FUNDS ONLY

**Due October 1, 2007**  
**ASH FORK DEVELOPMENT ASSN INC**  
**902-13-100 3 Roll Number: 0156027**

**Delinquency Date** First Half Payment  
 Penalty for late payment is 16% per year prorated  
 monthly as of the 1st day of the month for payments  
 postmarked after **5:00 P.M. November 1, 2007**  
 (ARS 42-18052 and ARS 42-18053).

Any total property tax notice of \$100 or less must  
 be paid **in full** using the first payment coupon, **no**  
**later than November 1, 2007 at 5:00 P.M.**

To pay taxes for the full year, send the 1st half  
 coupon with your payment postmarked no later than  
**Dec. 31, 2007.** Delinquent interest will be waived.

1

TO PAY 1ST HALF ONLY	PAY	318.12
TO PAY FULL YEAR TAX	PAY	636.24

If your mortgage company makes your property  
 tax payments consider this notice as a courtesy  
 copy for your records only.



\*9021310003\*



**Ross D. Jacobs**  
**Yavapai County Treasurer**  
**1015 Fair Street**  
**Prescott AZ 86305-1807**

2007 9021310003 1 00000006362400000031812

# 2007 FIRST HALF PAYMENT COUPON

DETACH AND RETURN WITH PAYMENT

Make check payable to:  
 Ross D. Jacobs  
 Yavapai County Treasurer  
 1015 Fair Street  
 Prescott AZ 86305-1807

Payment in U.S. FUNDS ONLY

**Due October 1, 2007**  
**ASH FORK DEVELOPMENT ASSN INC**  
**902-13-170 6 Roll Number: 0156028**

**Delinquency Date** First Half Payment  
 Penalty for late payment is 16% per year prorated  
 monthly as of the 1st day of the month for payments  
 postmarked after **5:00 P.M. November 1, 2007**  
 (ARS 42-18052 and ARS 42-18053).

Any total property tax notice of \$100 or less must  
 be paid **in full** using the first payment coupon, **no**  
**later than November 1, 2007 at 5:00 P.M.**

To pay taxes for the full year, send the 1st half  
 coupon with your payment postmarked no later than  
**Dec. 31, 2007.** Delinquent interest will be waived.

1

TO PAY 1ST HALF ONLY	PAY	8,943.01
TO PAY FULL YEAR TAX	PAY	17,886.02

If your mortgage company makes your property  
 tax payments consider this notice as a courtesy  
 copy for your records only.



\*9021317006\*



**Ross D. Jacobs**  
**Yavapai County Treasurer**  
**1015 Fair Street**  
**Prescott AZ 86305-1807**

2007 9021317006 1 000001788602000000894301

6 ORIGINAL DOCUMENT PRINTED ON CHEMICAL REACTIVE PAPER WITH MICROPRINTED BORDER - SEE REVERSE SIDE FOR COMPLETE SECURITY FEATURES 6

**ASH FORK WATER SERVICE**  
 P.O. BOX 438 PH 637-2774  
 ASH FORK, ARIZONA 86320

EXPLANATION	AMOUNT
902-13-100	318.12
902-13-170	8943.01

91-532/1221

8897

PAY

*Nine thousand two hundred Sixty One 1/100* DOLLARS

DATE	TO THE ORDER OF	CHECK NO.	NET AMOUNT
10/26/07	Ross D. Jacobs County Treasurer	8897	9,261.13

NATIONAL BANK OF ARIZONA  
 1-800-497-8168 www.nbarizona.com

*[Signature]*

\*CHECK VOID AFTER 180 DAYS\*

6 THIS DOCUMENT CONTAINS HEAT SENSITIVE INK. TOUCH OR PRESS HERE - RED IMAGE DISAPPEARS WITH HEAT. 6

008897 1221053201 6010000039

ASH FORK WATER SERVICE P.O. BOX 436 PH 637-2774 ASH FORK, ARIZONA 86230		91-6327121 8884	
PAY <i>Two thousand one hundred and 17/100</i>		DOLLARS	
DATE 10-15-07	TO THE ORDER OF <i>Linné Hume</i>	CHECK NO. 8884	AMOUNT 1017.23
NATIONAL BANK OF ARIZONA 1-800-487-6100 www.nbaonline.com		CHECK VOID AFTER 180 DAYS	
*008884* 61221053206 6010000039*		*0000101723*	

Processed 10/15/07 \$1017.23 Ch# 8884

ASH FORK WATER SERVICE P.O. BOX 436 PH 637-2774 ASH FORK, ARIZONA 86230		91-6327121 8885	
PAY <i>Two hundred and twenty and 1/100</i>		DOLLARS	
DATE 10-26-07	TO THE ORDER OF <i>Hume, Linné</i>	CHECK NO.	AMOUNT
NATIONAL BANK OF ARIZONA 1-800-487-6100 www.nbaonline.com		CHECK VOID AFTER 180 DAYS	
*008885* 61221053206 6010000039*		*0000220100*	

Processed 10/26/07

ASH FORK WATER SERVICE P.O. BOX 436 PH 637-2774 ASH FORK, ARIZONA 86230		91-6327121 8886	
PAY <i>Five hundred and eighty eight and 8/100</i>		DOLLARS	
DATE 10-15-07	TO THE ORDER OF <i>Joseph Lanthier</i>	CHECK NO. 8886	AMOUNT 578.86
NATIONAL BANK OF ARIZONA 1-800-487-6100 www.nbaonline.com		CHECK VOID AFTER 180 DAYS	
*008886* 61221053206 6010000039*		*0000057886*	

Processed 10/17/07 \$578.86 Ch# 8886

ASH FORK WATER SERVICE P.O. BOX 436 PH 637-2774 ASH FORK, ARIZONA 86230		91-6327121 8887	
PAY <i>Five hundred and eighty eight and 8/100</i>		DOLLARS	
DATE 10-29-07	TO THE ORDER OF <i>Joseph Lanthier</i>	CHECK NO.	AMOUNT
NATIONAL BANK OF ARIZONA 1-800-487-6100 www.nbaonline.com		CHECK VOID AFTER 180 DAYS	
*008887* 61221053206 6010000039*		*0000057886*	

Processed 10/29/07

ASH FORK WATER SERVICE P.O. BOX 436 PH 637-2774 ASH FORK, ARIZONA 86230		91-6327121 8889	
PAY <i>One hundred and 78/100</i>		DOLLARS	
DATE 10-29-07	TO THE ORDER OF <i>Joseph Lanthier</i>	CHECK NO. 8889	AMOUNT 100.78
NATIONAL BANK OF ARIZONA 1-800-487-6100 www.nbaonline.com		CHECK VOID AFTER 180 DAYS	
*008889* 61221053206 6010000039*		*0000010078*	

Processed 10/29/07 \$100.78 Ch# 8889

ASH FORK WATER SERVICE P.O. BOX 436 PH 637-2774 ASH FORK, ARIZONA 86230		91-6327121 8890	
PAY <i>Two thousand eight hundred and 23/100</i>		DOLLARS	
DATE 10-18-07	TO THE ORDER OF <i>A.P.S.</i>	CHECK NO.	AMOUNT
NATIONAL BANK OF ARIZONA 1-800-487-6100 www.nbaonline.com		CHECK VOID AFTER 180 DAYS	
*008890* 61221053206 6010000039*		*0000280023*	

Processed 10/18/07

ASH FORK WATER SERVICE P.O. BOX 436 PH 637-2774 ASH FORK, ARIZONA 86230		91-6327121 8891	
PAY <i>Eighty and 0/100</i>		DOLLARS	
DATE 10-18-07	TO THE ORDER OF <i>Met Life</i>	CHECK NO. 8891	AMOUNT 80.00
NATIONAL BANK OF ARIZONA 1-800-487-6100 www.nbaonline.com		CHECK VOID AFTER 180 DAYS	
*008891* 61221053206 6010000039*		*0000008000*	

Processed 10/18/07 \$80.00 Ch# 8891

ASH FORK WATER SERVICE P.O. BOX 436 PH 637-2774 ASH FORK, ARIZONA 86230		91-6327121 8892	
PAY <i>Two thousand eight hundred and 23/100</i>		DOLLARS	
DATE 10-19-07	TO THE ORDER OF <i>Hume, Linné</i>	CHECK NO.	AMOUNT
NATIONAL BANK OF ARIZONA 1-800-487-6100 www.nbaonline.com		CHECK VOID AFTER 180 DAYS	
*008892* 61221053206 6010000039*		*0000280023*	

Processed 10/19/07

ASH FORK WATER SERVICE P.O. BOX 436 PH 637-2774 ASH FORK, ARIZONA 86230		91-6327121 8893	
PAY <i>Thirty five and 41/100</i>		DOLLARS	
DATE 10-18-07	TO THE ORDER OF <i>Fayrene Hume</i>	CHECK NO. 8893	AMOUNT 35.41
NATIONAL BANK OF ARIZONA 1-800-487-6100 www.nbaonline.com		CHECK VOID AFTER 180 DAYS	
*008893* 61221053206 6010000039*		*0000354100*	

ASH FORK WATER SERVICE P.O. BOX 436 PH 637-2774 ASH FORK, ARIZONA 86230		91-6327121 8894	
PAY <i>One hundred and 35/100</i>		DOLLARS	
DATE 10-19-07	TO THE ORDER OF <i>Hume, Linné</i>	CHECK NO.	AMOUNT
NATIONAL BANK OF ARIZONA 1-800-487-6100 www.nbaonline.com		CHECK VOID AFTER 180 DAYS	
*008894* 61221053206 6010000039*		*0000100035*	